

# **Economic Development Appropriations Bill House File 2459**

Last Action:

**House Appropriations  
Committee**

February 20, 2006

**An Act relating to and making appropriations to the department of economic development, certain board of regents institutions, the department of workforce development, and the public employment relations board and related matters.**

**Fiscal Services Division  
Legislative Services Agency**

## **NOTES ON BILLS AND AMENDMENTS (NOBA)**

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LSA Contact: Ron Robinson (16256)

# EXECUTIVE SUMMARY NOTES ON BILLS AND AMENDMENTS

# HOUSE FILE 2459 ECONOMIC DEVELOPMENT APPROPRIATIONS BILL

## ***FUNDING SUMMARY***

### DEPARTMENT OF ECONOMIC DEVELOPMENT

### IOWA FINANCE AUTHORITY

### REGENTS INSTITUTIONS ECONOMIC DEVELOPMENT PROGRAMS

### IOWA WORKFORCE DEVELOPMENT

- Appropriates a total of \$30.8 million from the General Fund and 406.1 FTE positions to the Department of Economic Development, Iowa Workforce Development, the Public Employment Relations Board (PERB), and the Regents institutions economic development programs. This is an increase of \$365,000 in General Fund support and 3.0 FTE positions compared to the estimated FY 2006 appropriation. The Bill also maintains the \$5.0 million support level from other funds.
- Appropriates \$14.4 million and 153.3 FTE positions from the General Fund to the Department of Economic Development. This is an increase of \$365,000 and no change in FTE positions. The changes include:
  - An increase of \$115,000 to restore funding that was eliminated for FY 2006. (Page 1, Line 21)
  - A new appropriation of \$250,000 for cooperative tourism marketing. (Page 3, Line 29)
- Appropriates \$4.4 million and 4.0 FTE positions from the Rural Community 2000 Program, insurance receipts from the Division of Commerce, the Community Development Loan Fund, the Workforce Development Fund, and the Job Training Fund. (Page 4, Line 30 through Page 6, Line 13)
- Appropriates \$200,000 from the General Fund to the Iowa Finance Authority (IFA). Maintains the current level of support. (Page 6, Line 14)
- Appropriates \$3.0 million and 67.4 FTE positions from the General Fund for economic development programs at Iowa State University (ISU), the University of Iowa (SUI), and the University of Northern Iowa (UNI). Maintains the current level of General Fund support and FTE positions. (Page 6, Line 21 through Page 9, Line 9)
- Requires an allocation of \$550,000 for Small Business Development Centers. This maintains the current level of General Fund support. (Page 6, Line 32)
- Appropriates \$12.1 million and 175.5 FTE positions from the General Fund for Iowa Workforce Development. Maintains the current level of General Fund support and is an increase of 3.0 FTE compared to the estimated FY 2006 appropriation for increased support of the Workers' Compensation Division and the Voluntary Compliance Program. (Page 9, Line 16 through Page 11, Line 18)
- Requires the Division of Workers' Compensation to continue charging a \$65 filing fee for Workers' Compensation cases, and appropriates the fees collected to the Division for the Workers' Compensation Program. Based on the current fiscal year estimate of fees to be collected, the Division will receive approximately \$190,000 for FY 2007. (Page 10, Line 13)
- Appropriates \$471,000 for Workers' Compensation from the Employment Security Contingency Fund in Iowa Workforce Development. (Page 11, Line 13)

**EXECUTIVE SUMMARY  
NOTES ON BILLS AND AMENDMENTS**

**HOUSE FILE 2459  
ECONOMIC DEVELOPMENT APPROPRIATIONS BILL**

**PUBLIC EMPLOYMENT RELATIONS  
BOARD (PERB)**

**REQUIRED REPORTS**

- Appropriates \$1.0 million and 10.0 FTE positions from the General Fund. This maintains the current level of General Fund support and FTE positions. (Page 11, Line 19)
- Requires that ISU annually report the total amount of private contributions, the proportion from small businesses and other businesses, and the proportion for directed and non-directed research. (Page 7, Line 24)
- Requires the Board of Regents to submit a report on the progress of the Regents institutions in meeting the goals, objectives, and strategies of the Strategic Plan for Technology Transfer and Economic Development. (Page 9, Line 10)
- Requires the departments within the Economic Development Appropriations Subcommittee to review their short-term use of vehicles and revise their policies on short-term use to minimize oil consumption and maximize cost savings. The departments are required to issue an initial report, by December 1, 2006, and a follow-up report by December 1, 2007, to the Government Oversight Committees, on their policy revisions, the consumption reduction, and the savings realized from the changes. (Page 13, Line 2)

**STUDIES AND INTENT LANGUAGE**

- Requires a business creating jobs with economic development assistance from the Business Development appropriation to the Department of Economic Development to be subject to contract provisions stating that new and retained jobs must be filled by individuals that are citizens of the United States, reside in the United States, or are authorized to work in the United States pursuant to federal law, including legal resident aliens in the United States. Requires any vendor that receives public moneys from the Department through the Business Development appropriation to adhere to these contract provisions and provide periodic assurances of compliance. (Page 2, Line 19)
- Permits the Department of Economic Development to provide grants to community economic development entities for local workforce recruitment efforts designed to recruit former citizens of the State and former students at State colleges and universities to meet the needs of local employers. (Page 2, line 33)
- Permits the Department of Economic Development to provide financial assistance to early-stage industry companies being established by women entrepreneurs. (Page 3, Line 5)
- Permits the Department of Economic Development to provide financial assistance for advanced research and commercialization projects involving value-added agriculture, advanced technology, or biotechnology. (Page 3, Line 8)

**EXECUTIVE SUMMARY  
NOTES ON BILLS AND AMENDMENTS**

**HOUSE FILE 2459  
ECONOMIC DEVELOPMENT APPROPRIATIONS BILL**

**STUDIES AND INTENT LANGUAGE  
(CONTINUED)**

**SIGNIFICANT CHANGES TO THE  
CODE OF IOWA**

**EFFECTIVE AND RETROACTIVE  
DATES**

- Requires the DED to allocate \$115,000 to the World Food prize, in addition to the \$285,000 appropriation, from all other General Fund appropriations to the DED. (Page 4, Line 19)
- Requests that the Auditor of State to review the Iowa Finance Authority's annual audit and conduct a performance audit of the Authority's operations. (Page 13, Line 28)
- Adds the development of business succession plans to the list of permissible uses for the \$350,000 appropriation from the Grow Iowa Values Fund to the DED for small business development centers. The amendment also eliminates the specified amount of local matching funds required and the \$25,000 maximum award to a small business development center. This provision is effective upon enactment and is retroactive to June 9, 2005. (Page 11, Line 29)
- Changes the definition of Construction Contractor as it relates to the Iowa Employment Security Law, by raising the earned income and payments to others limits to \$10,000 from the current \$1,000. (Page 12, Line 12)
- The Section of this Bill amending Section 15G.11, Code of Iowa, relating to the business succession plans at Small Business Development Centers (SBDCs), is effective upon enactment and is retroactive to June 9, 2005. (Page 14, Line 25)

House File 2459 provides for the following changes to the Code of Iowa.

Page #	Line #	Bill Section	Action	Code Section	Description
3	13	2.2(g)	Nwthstnd	Sec. 8.33	Business Development Division Nonreversion
4	9	2.3(e)	Nwthstnd	Sec. 8.33	Community and Rural Development Division Nonreversion
4	19	3	Nwthstnd	Sec. 8.39	Use of Appropriations Restrictions World Food Prize
5	19	7	Nwthstnd	Sec. 15E.120(5)	Community Development Loan Fund
6	8	10	Nwthstnd	Sec. 15.251	Job Training Fund
7	31	12.4	Nwthstnd	Sec. 8.33	Iowa State University Nonreversion
8	18	13.3	Nwthstnd	Sec. 8.33	University of Iowa Nonreversion
9	5	14.3	Nwthstnd	Sec. 8.33	University of Northern Iowa Nonreversion
11	2	16.6	Nwthstnd	Sec. 8.33	Iowa Workforce Development Nonreversion
11	29	19	Amends	Sec. 15G.111(6)(b), Code Supplement 2005	Small Business Development Centers
12	12	20	Amends	Sec. 91C.1	Construction Contractor Definition
12	33	21	Amends	Sec. 96.7A(3)	Field Office Appropriation
14	16	27	Nwthstnd	Sec. 96.9(4)(a)	Compliance with Social Security Act

## 1 1 ECONOMIC DEVELOPMENT

## 1 2 Section 1. GOALS AND ACCOUNTABILITY.

1 3 1. The goals for the department of economic development  
 1 4 shall be to expand and stimulate the state economy, increase  
 1 5 the wealth of lowans, and increase the population of the  
 1 6 state.

1 7 2. To achieve the goals in subsection 1, the department of  
 1 8 economic development shall do all of the following:

1 9 a. Concentrate its efforts on programs and activities that  
 1 10 result in commercially viable products and services.

1 11 b. Adopt practices and services consistent with free  
 1 12 market, private sector philosophies.

1 13 c. Ensure economic growth and development throughout the  
 1 14 state.

Specifies that the goals for the Department of Economic Development shall be to:

- Expand and stimulate the State economy.
- Increase the wealth of lowans.
- Increase the population of Iowa.

To achieve the goals, the Department is to:

- Concentrate efforts on programs and activities that result in commercially viable products and services.
- Adopt practices consistent with free-market, private-sector philosophies.
- Ensure economic growth and development statewide.

1 15 Sec. 2. DEPARTMENT OF ECONOMIC DEVELOPMENT. There is  
 1 16 appropriated from the general fund of the state to the  
 1 17 department of economic development for the fiscal year  
 1 18 beginning July 1, 2006, and ending June 30, 2007, the  
 1 19 following amounts, or so much thereof as is necessary, to be  
 1 20 used for the purposes designated:

## 1 21 1. ADMINISTRATION DIVISION

## 1 22 a. General administration

1 23 For salaries, support, maintenance, miscellaneous purposes,  
 1 24 programs, for transfer to the Iowa state commission grant  
 1 25 program, and for not more than the following full-time  
 1 26 equivalent positions:

1 27 ..... \$ 1,990,845

1 28 ..... FTEs 28.75

General Fund appropriation for the Administration Division of the Department of Economic Development (DED).

DETAIL: This is an increase of \$115,000 and no change in FTE positions compared to the estimated FY 2006 appropriation to restore funding that was eliminated for FY 2006.

1 29 b. The department shall work with businesses and  
 1 30 communities to continually improve the economic development  
 1 31 climate along with the economic well-being and quality of life

Requires the Administrative Division to work with businesses and communities to improve the economic development climate, the economic well-being, and the quality of life for lowans. The Division is to coordinate with other State agencies to ensure State departments

1 32 for lowans. The administration division shall coordinate with  
 1 33 other state agencies ensuring that all state departments are  
 1 34 attentive to the needs of an entrepreneurial culture.

are attentive to the needs of an entrepreneurial culture.

1 35 2. BUSINESS DEVELOPMENT DIVISION

General Fund appropriation for the Business Development Division of the DED.

2 1 a. Business development operations  
 2 2 For business development operations and programs,  
 2 3 international trade, export assistance, workforce recruitment,  
 2 4 the partner state program, for transfer to the strategic  
 2 5 investment fund, for transfer to the value-added agricultural  
 2 6 products and processes financial assistance fund, salaries,  
 2 7 support, maintenance, miscellaneous purposes, and for not more  
 2 8 than the following full-time equivalent positions:  
 2 9 ..... \$ 6,215,394  
 2 10 ..... FTEs 57.00

DETAIL: Maintains current level of General Fund support and FTE positions.

2 11 b. The department shall establish a strong and aggressive  
 2 12 marketing image to showcase Iowa's workforce, existing  
 2 13 industry, and potential. A priority shall be placed on  
 2 14 recruiting new businesses, business expansion, and retaining  
 2 15 existing Iowa businesses. Emphasis shall also be placed on  
 2 16 entrepreneurial development through helping to secure capital  
 2 17 for entrepreneurs, and developing networks and a business  
 2 18 climate conducive to entrepreneurs and small business.

Requires the Business Development Division, through aggressive marketing, to showcase Iowa's workforce, industry, and potential. Priority is to be given to recruiting new businesses, business expansion, and retaining existing Iowa businesses. Emphasis is to be placed on entrepreneurs, networking for entrepreneurs, and developing a business climate conducive to entrepreneurial and small business growth.

2 19 c. A business creating jobs with economic development  
 2 20 assistance through moneys appropriated in this subsection  
 2 21 shall be subject to contract provisions stating that new and  
 2 22 retained jobs shall be filled by individuals who are citizens  
 2 23 of the United States who reside within the United States, or  
 2 24 any person authorized to work in the United States pursuant to  
 2 25 federal law, including legal resident aliens in the United  
 2 26 States. Any vendor who receives such public moneys shall  
 2 27 adhere to such contract provisions and provide periodic  
 2 28 assurances as the state shall require, that the jobs are

Requires a business creating jobs with economic development assistance from the Business Development appropriation to the DED to be subject to contract provisions stating that new and retained jobs must be filled by individuals that are citizens of the United States, that reside in the United States, or any person authorized to work in the United States pursuant to federal law, including legal resident aliens in the United States. Requires any vendor that receives public moneys from the Department through the Business Development appropriation to adhere to these contract provisions and provide periodic assurances of compliance.

2 29 filled solely by citizens of the United States who reside  
2 30 within the United States, or any person authorized to work in  
2 31 the United States pursuant to federal law, including legal  
2 32 resident aliens in the United States.

2 33 d. From the moneys appropriated in this subsection, the  
2 34 department may provide financial assistance in the form of a  
2 35 grant to a community economic development entity for  
3 1 conducting a local workforce recruitment effort designed to  
3 2 recruit former citizens of the state and former students at  
3 3 colleges and universities in the state to meet the needs of  
3 4 local employers.

Permits the Department of Economic Development to provide funding in the form of a grant to a community economic development entity for conducting a local workforce recruitment effort designed to recruit former citizens of the State and former students at State colleges and universities to meet the needs of local employers.

3 5 e. From the moneys appropriated under this subsection, the  
3 6 department may provide financial assistance to early-stage  
3 7 industry companies being established by women entrepreneurs.

Permits the Department of Economic Development to provide financial assistance to early-stage industry companies being established by women entrepreneurs.

3 8 f. From the moneys appropriated under this subsection, the  
3 9 department may provide financial assistance in the form of  
3 10 grants, loans, or forgivable loans for advanced research and  
3 11 commercialization projects involving value-added agriculture,  
3 12 advanced technology, or biotechnology.

Permits the Department of Economic Development to provide financial assistance for advanced research and commercialization projects involving value-added agriculture, advanced technology, or biotechnology.

3 13 g. Notwithstanding section 8.33, moneys appropriated in  
3 14 this subsection that remain unencumbered or unobligated at the  
3 15 close of the fiscal year shall not revert but shall remain  
3 16 available for expenditure for the purposes designated until  
3 17 the close of the succeeding fiscal year.

CODE: Permits nonreversion of funds appropriated to the Business Development Division.

### 3 18 3. COMMUNITY DEVELOPMENT DIVISION

3 19 a. Community development programs  
3 20 For salaries, support, maintenance, miscellaneous purposes,  
3 21 community economic development programs, tourism operations,

General Fund appropriation for the Community and Rural Development Division of the DED.

DETAIL: Maintains current level of General Fund support and FTE



3 22	community assistance, the film office, the mainstreet and	positions.
3 23	rural mainstreet programs, the school-to-career program, the	
3 24	community development block grant, and housing and shelter-	
3 25	related programs and for not more than the following full-time	
3 26	equivalent positions:	
3 27	..... \$ 5,654,173	
3 28	..... FTEs 61.26	
3 29	b. For purposes of providing cooperative marketing	General Fund appropriation for cooperative tourism marketing.
3 30	opportunities for tourism:	
3 31	..... \$ 250,000	DETAIL: This is a new appropriation.
3 32	c. The department shall encourage development of	Requires the Community Development Division to encourage
3 33	communities and quality of life to foster economic growth.	development of communities, quality of life, and economic growth,
3 34	The department shall prepare communities for future growth and	and to prepare communities for future growth through development,
3 35	development through development, expansion, and modernization	expansion, and modernization of infrastructure.
4 1	of infrastructure.	
4 2	d. The department shall develop public-private	Requires the Department to develop public-private partnerships with
4 3	partnerships with Iowa businesses in the tourism industry,	Iowa tourism businesses, Iowa tour groups, Iowa tourism
4 4	Iowa tour groups, Iowa tourism organizations, and political	organizations, and political subdivisions to assist in developing
4 5	subdivisions in this state to assist in the development of	advertising efforts. The Department is to maximize contributions from
4 6	advertising efforts. The department shall, to the fullest	other sources for this purpose.
4 7	extent possible, develop cooperative efforts for advertising	
4 8	with contributions from other sources.	
4 9	e. Notwithstanding section 8.33, moneys appropriated in	CODE: Permits nonreversion of funds appropriated to the Community
4 10	this subsection that remain unencumbered or unobligated at the	Development Division.
4 11	close of the fiscal year shall not revert to any fund but	
4 12	shall remain available for expenditure for the designated	
4 13	purposes during the succeeding fiscal year.	
4 14	f. The department shall not charge a nonprofit, public	Prohibits the DED from charging nonprofit-public entities for the

4 15 entity a fee for placement of informational materials in a  
4 16 welcome center.

placement of information in a welcome center.

4 17 4. For allocating moneys for the world food prize:  
4 18 ..... \$ 285,000

General Fund appropriation for the World Food Prize.

DETAIL: Maintains current level of General Fund support. For the past three years, the DED allocated \$115,000 of additional General Fund resources to the World Food Prize.

4 19 Sec. 3. WORLD FOOD PRIZE. In addition to moneys allocated  
4 20 to the world food prize in section 2 of this Act,  
4 21 notwithstanding section 8.39, the department of economic  
4 22 development shall allocate an additional \$115,000 to the world  
4 23 food prize from moneys appropriated to the department from the  
4 24 general fund of the state in this Act.

CODE: Requires the DED to allocate \$115,000 to the World Food prize, in addition to the \$285,000 appropriation, from all other General Fund appropriations to the DED.

4 25 Sec. 4. VISION IOWA PROGRAM -- FTE AUTHORIZATION. For  
4 26 purposes of administrative duties associated with the vision  
4 27 Iowa program, the department of economic development is  
4 28 authorized an additional 2.25 full-time equivalent positions  
4 29 above those otherwise authorized in this Act.

Authorizes 2.25 FTE positions for the Vision Iowa Program.

DETAIL: Maintains current FTE level.

4 30 Sec. 5. RURAL COMMUNITY 2000 PROGRAM. There is  
4 31 appropriated from loan repayments on loans under the former  
4 32 rural community 2000 program, sections 15.281 through 15.288,  
4 33 Code 2001, to the department of economic development for the  
4 34 fiscal year beginning July 1, 2006, and ending June 30, 2007,  
4 35 the following amounts, or so much thereof as is necessary, to  
5 1 be used for the purposes designated:

Appropriates money from loan repayments received from the Rural Community 2000 Program.

DETAIL: Loan repayment receipts are estimated to be \$270,000 for FY 2007. This is no change compared to estimated FY 2006 receipts.

5 2 1. For providing financial assistance to Iowa's councils  
5 3 of governments that provide technical and planning assistance  
5 4 to local governments:

Rural Community 2000 Fund appropriation to be distributed to Iowa's Councils of Governments to provide planning and technical assistance to local governments.

5 5 ..... \$ 150,000

DETAIL: Maintains current level of support.

5 6 2. For the rural development program for the purposes of  
5 7 the program including the rural enterprise fund and  
5 8 collaborative skills development training:  
5 9 ..... \$ 120,000

Rural Community 2000 Fund appropriation to the Rural Development Program.

DETAIL: Maintains current level of support.

5 10 Sec. 6. INSURANCE ECONOMIC DEVELOPMENT. There is  
5 11 appropriated from moneys collected by the division of  
5 12 insurance in excess of the anticipated gross revenues under  
5 13 section 505.7, subsection 3, to the department of economic  
5 14 development for the fiscal year beginning July 1, 2006, and  
5 15 ending June 30, 2007, the following amount, or so much thereof  
5 16 as is necessary, for insurance economic development and  
5 17 international insurance economic development:  
5 18 ..... \$ 100,000

Insurance receipts appropriation to the DED for insurance economic development.

DETAIL: Maintains current level of support. Funds collected by the Insurance Division of the Department of Commerce in excess of the anticipated gross revenues are allocated to the DED for insurance economic development purposes.

5 19 Sec. 7. COMMUNITY DEVELOPMENT LOAN FUND. Notwithstanding  
5 20 section 15E.120, subsection 5, there is appropriated from the  
5 21 Iowa community development loan fund all the moneys available  
5 22 during the fiscal year beginning July 1, 2006, and ending June  
5 23 30, 2007, to the department of economic development for the  
5 24 community development program to be used by the department for  
5 25 the purposes of the program.

CODE: Appropriates all receipts from the Iowa Community Development Loan Fund to the Community Development Program.

DETAIL: The Fund will not have any receipts in FY 2007.

5 26 Sec. 8. WORKFORCE DEVELOPMENT FUND. There is appropriated  
5 27 from the workforce development fund account created in section  
5 28 15.342A, to the workforce development fund created in section  
5 29 15.343, for the fiscal year beginning July 1, 2006, and ending  
5 30 June 30, 2007, the following amount, for the purposes of the  
5 31 workforce development fund, and for not more than the  
5 32 following full-time equivalent positions:

Workforce Development Fund Account appropriation to the DED's Workforce Development Fund Program.

DETAIL: Maintains current level of support and FTE positions.

5 33 ..... \$ 4,000,000

5 34 ..... FTEs 4.00

5 35 Sec. 9. WORKFORCE DEVELOPMENT ADMINISTRATION. From funds  
 6 1 appropriated or transferred to or receipts credited to the  
 6 2 workforce development fund created in section 15.343, up to  
 6 3 \$400,000 for the fiscal year beginning July 1, 2006, and  
 6 4 ending June 30, 2007, may be used for the administration of  
 6 5 workforce development activities including salaries, support,  
 6 6 maintenance, and miscellaneous purposes and for not more than  
 6 7 4.00 full-time equivalent positions.

Allows the DED to use up to \$400,000 of the funds available in the Workforce Development Fund for administration and support of no more than 4.00 FTE positions.

DETAIL: This is no change in funding or FTE positions compared to the estimated FY 2006 authorization.

6 8 Sec. 10. JOB TRAINING FUND. Notwithstanding section  
 6 9 15.251, all remaining moneys in the job training fund on July  
 6 10 1, 2006, and any moneys appropriated or credited to the fund  
 6 11 during the fiscal year beginning July 1, 2006, shall be  
 6 12 transferred to the workforce development fund established  
 6 13 pursuant to section 15.343.

CODE: Requires moneys credited to the Job Training Fund in FY 2007 to be transferred to the Workforce Development Fund.

DETAIL: The transfer amount is estimated to be less than \$1,500 during FY 2006 and FY 2007.

6 14 Sec. 11. IOWA FINANCE AUTHORITY. There is appropriated  
 6 15 from the general fund of the state to the Iowa finance  
 6 16 authority for the fiscal year beginning July 1, 2006, and  
 6 17 ending June 30, 2007, the following amount, or so much thereof  
 6 18 as is necessary, to be used for the purpose designated:  
 6 19 For the entrepreneurs with disabilities program:  
 6 20 ..... \$ 200,000

General Fund appropriation to the Iowa Finance Authority for Entrepreneurs with Disabilities Program.

DETAIL: Maintains current level of General Fund support.

6 21 Sec. 12. IOWA STATE UNIVERSITY.

6 22 1. There is appropriated from the general fund of the  
 6 23 state to the Iowa state university of science and technology  
 6 24 for the fiscal year beginning July 1, 2006, and ending June  
 6 25 30, 2007, the following amount, or so much thereof as is

General Fund appropriation to Iowa State University (ISU) for the Small Business Development Centers, Research Park, and the Institute for Physical Research and Technology.

DETAIL: Maintains current level of General Fund support and FTE

6 26 necessary, to be used for small business development centers,  
 6 27 the science and technology research park, the institute for  
 6 28 physical research, and for not more than the following full-  
 6 29 time equivalent positions:  
 6 30 ..... \$ 2,363,557  
 6 31 ..... FTEs 56.63

positions.

6 32 2. Of the moneys appropriated in subsection 1, Iowa state  
 6 33 university shall allocate at least \$550,000 for purposes of  
 6 34 funding small business development centers. Iowa state  
 6 35 university may allocate moneys appropriated in subsection 1 to  
 7 1 the various small business development centers in any manner  
 7 2 necessary to achieve the purposes of this subsection.

Requires an allocation of \$550,000 for Small Business Development Centers and allows Iowa State University to allocate the moneys to the Small Business Development Centers in any manner necessary to achieve this purpose. Maintains the current level of General Fund support.

7 3 3. Iowa state university of science and technology shall  
 7 4 do all of the following:  
 7 5 a. Direct expenditures for research toward projects that  
 7 6 will provide economic stimulus for Iowa.  
 7 7 b. Provide emphasis to providing services to Iowa-based  
 7 8 companies.

Requires the ISU economic development programs to direct resources and efforts to projects and activities that:

- Stimulate Iowa's economy.
- Emphasize Iowa-based companies.

7 9 4. It is the intent of the general assembly that the  
 7 10 industrial incentive program focus on Iowa industrial sectors  
 7 11 and seek contributions and in-kind donations from businesses,  
 7 12 industrial foundations, and trade associations and that moneys  
 7 13 for the institute for physical research and technology  
 7 14 industrial incentive program shall only be allocated for  
 7 15 projects which are matched by private sector moneys for  
 7 16 directed contract research or for nondirected research. The  
 7 17 match required of small businesses as defined in section  
 7 18 15.102, subsection 4, for directed contract research or for  
 7 19 nondirected research shall be \$1 for each \$3 of state funds.  
 7 20 The match required for other businesses for directed contract  
 7 21 research or for nondirected research shall be \$1 for each \$1  
 7 22 of state funds. The match required of industrial foundations

Specifies it is the intent of the General Assembly that the Incentive Program focus on Iowa industrial sectors and seeks private sector donations. Requires matching funds for participation in the Institute for Physical Research and Technology Incentive Program. The match is \$1.00 for each \$3.00 of State funds for small businesses or \$1.00 for each \$1.00 of State funds for larger businesses, industrial foundations, or trade organizations.

7 23 or trade associations shall be \$1 for each \$1 of state funds.

7 24 Iowa state university of science and technology shall  
 7 25 report annually to the joint appropriations subcommittee on  
 7 26 economic development and the legislative services agency the  
 7 27 total amount of private contributions, the proportion of  
 7 28 contributions from small businesses and other businesses, and  
 7 29 the proportion for directed contract research and nondirected  
 7 30 research of benefit to Iowa businesses and industrial sectors.

Requires that ISU annually report to the Economic Development Appropriations Subcommittee and the Fiscal Services Division of the Legislative Services Agency the total amount of private contributions, the proportion from small businesses and other businesses, and the proportion for directed and non-directed research.

7 31 Notwithstanding section 8.33, moneys appropriated in this  
 7 32 section that remain unencumbered or unobligated at the close  
 7 33 of the fiscal year shall not revert but shall remain available  
 7 34 for expenditure for the purposes designated until the close of  
 7 35 the succeeding fiscal year.

CODE: Permits nonreversion of funds appropriated to ISU.

# 8 1 Sec. 13. UNIVERSITY OF IOWA.

8 2 1. There is appropriated from the general fund of the  
 8 3 state to the state university of Iowa for the fiscal year  
 8 4 beginning July 1, 2006, and ending June 30, 2007, the  
 8 5 following amount, or so much thereof as is necessary, to be  
 8 6 used for the university of Iowa research park and for the  
 8 7 advanced drug development program at the Oakdale research  
 8 8 park, including salaries, support, maintenance, equipment,  
 8 9 miscellaneous purposes, and for not more than the following  
 8 10 full-time equivalent positions:  
 8 11 ..... \$ 247,005  
 8 12 ..... FTEs 6.00

General Fund appropriation to the University of Iowa (SUI) for the Research Park and for the Advanced Drug Development Program.

DETAIL: Maintains current level of General Fund support and FTE positions.

8 13 2. The university of Iowa shall do all of the following:  
 8 14 a. Direct expenditures for research toward projects that  
 8 15 will provide economic stimulus for Iowa.

Requires the SUI economic development programs to direct resources and efforts to projects and activities that:

- Stimulate Iowa's economy.

8 16 b. Provide emphasis to providing services to Iowa-based  
8 17 companies.

- Emphasize Iowa-based companies.

8 18 3. Notwithstanding section 8.33, moneys appropriated in  
8 19 this section that remain unencumbered or unobligated at the  
8 20 close of the fiscal year shall not revert but shall remain  
8 21 available for expenditure for the purposes designated until  
8 22 the close of the succeeding fiscal year.

CODE: Permits nonreversion of funds appropriated to SUI.

8 23 Sec. 14. UNIVERSITY OF NORTHERN IOWA.

8 24 1. There is appropriated from the general fund of the  
8 25 state to the university of northern Iowa for the fiscal year  
8 26 beginning July 1, 2006, and ending June 30, 2007, the  
8 27 following amount, or so much thereof as is necessary, to be  
8 28 used for the metal casting institute, and for the institute of  
8 29 decision making, including salaries, support, maintenance,  
8 30 miscellaneous purposes, and for not more than the following  
8 31 full-time equivalent positions:

8 32 ..... \$ 361,291  
8 33 ..... FTEs 4.75

General Fund appropriation to University of Northern Iowa (UNI) for the Metal Casting Institute and the Institute for Decision Making.

DETAIL: Maintains current level of General Fund support and FTE positions.

8 34 2. The university of northern Iowa shall do all of the  
8 35 following:

9 1 a. Direct expenditures for research toward projects that  
9 2 will provide economic stimulus for Iowa.  
9 3 b. Provide emphasis to providing services to Iowa-based  
9 4 companies.

Requires the UNI economic development programs to direct resources and efforts to projects and activities that:

- Stimulate Iowa's economy.
- Emphasize Iowa-based companies.

9 5 3. Notwithstanding section 8.33, moneys appropriated in  
9 6 this section that remain unencumbered or unobligated at the  
9 7 close of the fiscal year shall not revert but shall remain  
9 8 available for expenditure for the purposes designated until

CODE: Permits nonreversion of funds appropriated to the UNI.

9 9 the close of the succeeding fiscal year.

9 10 Sec. 15. BOARD OF REGENTS REPORT. The state board of  
 9 11 regents shall submit a report on the progress of regents  
 9 12 institutions in meeting the strategic plan for technology  
 9 13 transfer and economic development to the secretary of the  
 9 14 senate, the chief clerk of the house of representatives, and  
 9 15 the legislative services agency by January 15, 2007.

Requires the Board of Regents to submit a report to the General Assembly and the Fiscal Services Division of the Legislative Services Agency by January 15, 2007, on the progress of the Regents institutions in meeting the goals, objectives, and strategies of the Strategic Plan for Technology Transfer and Economic Development.

9 16 Sec. 16. DEPARTMENT OF WORKFORCE DEVELOPMENT.

9 17 1. There is appropriated from the general fund of the  
 9 18 state to the department of workforce development for the  
 9 19 fiscal year beginning July 1, 2006, and ending June 30, 2007,  
 9 20 the following amount, or so much thereof as is necessary, for  
 9 21 the division of labor services, the division of workers'  
 9 22 compensation, the workforce development state and regional  
 9 23 boards, the new employment opportunity fund, immigration  
 9 24 services centers, for transfer to the elevator safety fund,  
 9 25 salaries, support, maintenance, miscellaneous purposes, and  
 9 26 for not more than the following full-time equivalent  
 9 27 positions:  
 9 28 ..... \$ 5,278,800  
 9 29 ..... FTEs 89.45

General Fund appropriation to the Iowa Workforce Development.

DETAIL: Maintains the current level of General Fund support and an increase of 3.00 FTE positions to reduce the backlog of cases before the Workers' Compensation Commissioner and to increase the support for the Health and Safety Programs.

The appropriation continues the \$50,000 to conduct Kaizen events to work on continuous and incremental improvement in productivity and performance.

9 30 Of the moneys appropriated in this subsection, the  
 9 31 department shall allocate \$225,000 for purposes of reducing  
 9 32 the backlog of cases before the commissioner of workers'  
 9 33 compensation and for increasing support for the voluntary  
 9 34 compliance program.

A General Fund allocation to reduce the backlog of cases before the Workers' Compensation Commissioner and to increase the support for the Health and Safety Programs.

DETAIL: The Department received a one-time appropriation of \$225,000 in FY 2006 to be used for start-up cash flow funding for the Elevator Safety and Boiler Safety Programs that were converted to fee-based Programs.

9 35 2. There is appropriated from the general fund of the

General Fund appropriation to the Department of Workforce



10 1 state to the department of workforce development for the  
 10 2 fiscal year beginning July 1, 2006, and ending June 30, 2007,  
 10 3 the following amount, or so much thereof as is necessary, to  
 10 4 be used for the purpose designated:  
 10 5 For deposit in the field office operating fund and for not  
 10 6 more than the following full-time equivalent positions:  
 10 7 ..... \$ 6,856,655  
 10 8 ..... FTEs 86.04

Development for deposit in the Field Office Operating Fund.

DETAIL: Maintains the current level of General Fund Support and FTE positions. In the past the FTE positions have not been authorized since they had been funded with fees.

Senate File 2311 (FY 2005 Economic Stimulus Act), passed during the 2004 Special Session, made an FY 2006 appropriation of \$3,262,500 for this purpose. That appropriation is eliminated in Section 20 of this Bill.

10 9 3. From the contractor registration fees, the division of  
 10 10 labor services shall reimburse the department of inspections  
 10 11 and appeals for all costs associated with hearings under  
 10 12 chapter 91C, relating to contractor registration.

Requires Iowa Workforce Development to reimburse the Employment Appeals Board within the Department of Inspections and Appeals for the costs associated with hearings related to contractor registration from contractor registration fees.

10 13 4. The division of workers' compensation shall continue  
 10 14 charging a \$65 filing fee for workers' compensation cases.  
 10 15 The filing fee shall be paid by the petitioner of a claim.  
 10 16 However, the fee can be taxed as a cost and paid by the losing  
 10 17 party, except in cases where it would impose an undue hardship  
 10 18 or be unjust under the circumstances. The moneys generated by  
 10 19 the filing fee allowed under this subsection are appropriated  
 10 20 to the department of workforce development to be used for  
 10 21 purposes of administering the division of workers'  
 10 22 compensation.

Requires that the Workers' Compensation Division continue to charge a \$65 filing fee for workers' compensation cases. Permits the losing party to be taxed for the fee, unless it would impose an undue hardship or be unjust. Appropriates the fees collected to Iowa Workforce Development.

DETAIL: It is estimated Iowa Workforce Development will collect approximately \$190,000 in fees for FY 2007, which is the current estimated FY 2006 amount.

10 23 5. The department of workforce development shall maintain  
 10 24 pilot immigration services centers that offer one-stop  
 10 25 services to deal with the multiple issues related to  
 10 26 immigration and employment. The pilot centers shall be  
 10 27 designed to support workers, businesses, and communities with  
 10 28 information, referrals, job placement assistance, translation,  
 10 29 language training, resettlement, as well as technical and  
 10 30 legal assistance on such issues as forms and documentation.

Requires that Iowa Workforce Development maintain pilot Immigration Service Centers. Requires that Immigration Service Centers offer one-stop services to workers, businesses, and communities. Requires seamless service delivery through government coordination and cooperation with public, private, and nonprofit entities.

10 31 Through the coordination of local, state, and federal service  
10 32 providers, and through the development of partnerships with  
10 33 public, private, and nonprofit entities with established  
10 34 records of international service, these pilot centers shall  
10 35 seek to provide a seamless service delivery system for new  
11 1 Iowans.

11 2 6. Notwithstanding section 8.33, moneys appropriated in  
11 3 this section that remain unencumbered or unobligated at the  
11 4 close of the fiscal year shall not revert but shall remain  
11 5 available for expenditure for the purposes designated until  
11 6 the close of the succeeding fiscal year.

CODE: Permits nonreversion of funds appropriated to Iowa Workforce Development.

11 7 Sec. 17. EMPLOYMENT SECURITY CONTINGENCY FUND. There is  
11 8 appropriated from the special employment security contingency  
11 9 fund to the department of workforce development for the fiscal  
11 10 year beginning July 1, 2006, and ending June 30, 2007, the  
11 11 following amounts, or so much thereof as is necessary, for the  
11 12 purposes designated:

11 13 For the division of workers' compensation, salaries,  
11 14 support, maintenance, and miscellaneous purposes:  
11 15 ..... \$ 471,000

Employment Security Contingency Fund appropriation to the Workers' Compensation Division.

DETAIL: Maintains current level of support.

11 16 Any remaining additional penalty and interest revenue may  
11 17 be allocated and used to accomplish the mission of the  
11 18 department.

Allows any remaining additional penalty and interest revenues to be used as needed by the Department of Workforce Development.

11 19 Sec. 18. PUBLIC EMPLOYMENT RELATIONS BOARD. There is  
11 20 appropriated from the general fund of the state to the public  
11 21 employment relations board for the fiscal year beginning July  
11 22 1, 2006, and ending June 30, 2007, the following amount, or so

General Fund appropriation to the Public Employment Relations Board.

DETAIL: Maintains current level of General Fund support and FTE positions.

11 23 much thereof as is necessary, for the purposes designated:  
 11 24 For salaries, support, maintenance, miscellaneous purposes,  
 11 25 and for not more than the following full-time equivalent  
 11 26 positions:  
 11 27 ..... \$ 1,030,607  
 11 28 ..... FTEs 10.00

11 29 Sec. 19. Section 15G.111, subsection 6, paragraph b, Code  
 11 30 Supplement 2005, is amended to read as follows:  
 11 31 b. Of the moneys appropriated in this subsection, the  
 11 32 department shall transfer three hundred fifty thousand dollars  
 11 33 each fiscal year for the fiscal period beginning July 1, 2005,  
 11 34 and ending June 30, 2015, to Iowa state university of science  
 11 35 and technology, for purposes of providing financial assistance  
 12 1 to establish small business development centers in areas of  
 12 2 the state previously served by a small business development  
 12 3 center, to develop business succession plans, and to maintain  
 12 4 existing small business development centers. Financial  
 12 5 assistance for a small business development center shall not  
 12 6 be awarded unless the city or county where the center is  
 12 7 located or scheduled to be located demonstrates the ability to  
 12 8 obtain local matching moneys ~~on a dollar for dollar basis. An~~  
 12 9 ~~award of financial assistance to a small business development~~  
 12 10 ~~center under this paragraph shall not exceed twenty thousand~~  
 12 11 ~~dollars.~~

CODE: Adds the development of business succession plans to the list of permissible uses for an appropriation of \$350,000 from the Grow Iowa Values Fund to the DED for small business development centers. Also eliminates the specified amount of local matching funds required and the \$25,000 maximum award to a small business development center. This provision is effective upon enactment and is retroactive to June 9, 2005.

12 12 Sec. 20. Section 91C.1, Code 2005, is amended to read as  
 12 13 follows:  
 12 14 91C.1 DEFINITION -- EXEMPTION.  
 12 15 1. As used in this chapter, unless the context otherwise  
 12 16 requires, "contractor" means a person who engages in the  
 12 17 business of construction, as the term "construction" is  
 12 18 defined in the Iowa administrative code for purposes of the  
 12 19 Iowa employment security law. However, a person who earns  
 12 20 less than ~~one~~ ten thousand dollars annually or who performs  
 12 21 work or has work performed on the person's own property is not

CODE: Changes the definition of Construction Contractor, as it relates to the Iowa Employment Security Law, by raising the earned income and payments to others limits to \$10,000 from the current \$1,000.

12 22 a contractor for purposes of this chapter. The state, its  
 12 23 boards, commissions, agencies, departments, and its political  
 12 24 subdivisions including school districts and other special  
 12 25 purpose districts, are not contractors for purposes of this  
 12 26 chapter.  
 12 27 2. If a contractor's registration application shows that  
 12 28 the contractor is self-employed, does not pay more than ~~one~~  
 12 29 ten thousand dollars annually to employ other persons in the  
 12 30 business, and does not work with or for other contractors in  
 12 31 the same phases of construction, the contractor is exempt from  
 12 32 the fee requirements under this chapter.

12 33 Sec. 21. Section 96.7A, subsection 3, Code 2005, is  
 12 34 amended to read as follows:

12 35 3. FY 2006-2007 ..... \$ ~~3,262,500~~  
 13 1 0

CODE: Eliminates the FY 2007 Field Office appropriation to the Department of Workforce Development.

DETAIL: Section 16.2 of this Bill makes an FY 2007 appropriation of \$6,856,655 for the Field Offices.

13 2 Sec. 22. TRAVEL POLICY.

13 3 1. For the fiscal year beginning July 1, 2006, each  
 13 4 department or independent agency receiving an appropriation in  
 13 5 this Act shall review the employee policy for daily or short-  
 13 6 term travel including but not limited to the usage of motor  
 13 7 pool vehicles under the department of administrative services,  
 13 8 employee mileage reimbursement for the use of a personal  
 13 9 vehicle, and the usage of private automobile rental companies.  
 13 10 Following the review, the department or agency shall implement  
 13 11 revisions in the employee policy for daily or short-term  
 13 12 travel as necessary to minimize oil consumption and maximize  
 13 13 cost savings.

13 14 2. Each department or independent agency subject to  
 13 15 subsection 1 shall report to the general assembly's standing  
 13 16 committees on government oversight regarding the policy  
 13 17 revisions implemented and the consumption reduction and  
 13 18 savings realized from the changes. An initial report shall be  
 13 19 submitted on or before December 1, 2006, and a follow-up

Requires the departments within the Economic Development Appropriations Subcommittee to review their short-term use of vehicles and revise their policies on short-term use to minimize oil consumption and maximize cost savings. The departments are required to issue an initial report by December 1, 2006, and a follow-up report by December 1, 2007, to the Government Oversight Committees, on their policy revisions, the consumption reduction, and the savings realized from the changes.

13 20 report shall be submitted on or before December 1, 2007.

13 21     Sec. 23. VALUE-ADDED AGRICULTURAL PRODUCTS AND PROCESSES  
13 22 FINANCIAL ASSISTANCE FUND MONEYS. The office of renewable  
13 23 fuels and coproducts may apply to the department of economic  
13 24 development for moneys in the value-added agricultural  
13 25 products and processes financial assistance fund for deposit  
13 26 in the renewable fuels and coproducts fund created in section  
13 27 159A.7.

Permits the Office of Renewable Fuels and Co-products to apply to the DED for funding from the Value-Added Agricultural Products and Processes Financial Assistance Fund.

13 28     Sec. 24. IOWA FINANCE AUTHORITY AUDIT. The auditor of  
13 29 state is requested to review the audit of the Iowa finance  
13 30 authority performed by the auditor hired by the authority.  
13 31 The auditor of state is also requested to conduct a  
13 32 performance audit of the authority to determine the  
13 33 effectiveness of the authority and the programs of the  
13 34 authority.

Requests the Auditor of State to review the outside audit of the Iowa Finance Authority and conduct a performance audit to determine the Authority's effectiveness.

13 35     Sec. 25. APPLICATION FOR DEPARTMENT OF ECONOMIC  
14 1 DEVELOPMENT MONEYS. For the fiscal year beginning July 1,  
14 2 2006, any entity that was specifically identified in 2001 Iowa  
14 3 Acts, chapter 188, to receive funding from the department of  
14 4 economic development, excluding any entity identified to  
14 5 receive a direct appropriation beginning July 1, 2006, may  
14 6 apply to the department for assistance through the appropriate  
14 7 program. The department shall provide application criteria  
14 8 necessary to implement this section.

Permits those programs that previously received allocations and appropriations (commonly called earmarks) from moneys appropriated to the Department of Economic Development to apply for funding from the Department's programs if they do not receive an appropriation in this Bill.

14 9     Sec. 26. SHELTER ASSISTANCE FUND. In providing moneys  
14 10 from the shelter assistance fund to homeless shelter programs  
14 11 in the fiscal year beginning July 1, 2006, and ending June 30,  
14 12 2007, the department of economic development shall explore the  
14 13 potential of allocating moneys to homeless shelter programs  
14 14 based in part on their ability to move their clients toward

Requires the DED to explore allocating Shelter Assistance Funds to homeless shelters based in part on the shelter's ability to move clients toward self-sufficiency.

14 15 self-sufficiency.

14 16 Sec. 27. UNEMPLOYMENT COMPENSATION PROGRAM.  
14 17 Notwithstanding section 96.9, subsection 4, paragraph "a",  
14 18 moneys credited to the state by the secretary of the treasury  
14 19 of the United States pursuant to section 903 of the Social  
14 20 Security Act shall be appropriated to the department of  
14 21 workforce development and shall be used by the department for  
14 22 the administration of the unemployment compensation program  
14 23 only. This appropriation shall not apply to any fiscal year  
14 24 beginning after December 31, 2006.

CODE: Restricts use of certain federal funds to comply with the Social Security Act.

14 25 Sec. 28. EFFECTIVE AND RETROACTIVE APPLICABILITY DATES.  
14 26 The section of this Act amending section 15G.111, relating to  
14 27 business succession plans at small business development  
14 28 centers, being deemed of immediate importance, takes effect

The Section of this Bill relating to the business succession plans at Small Business Development Centers (SBDCs) is effective upon enactment and is retroactive to June 9, 2005.

14 29 upon enactment and is retroactively applicable to June 9,  
14 30 2005.

14 31 EXPLANATION

14 32 This bill makes appropriations and transfers from the  
14 33 general fund of the state to the department of economic  
14 34 development, the university of Iowa, the university of  
14 35 northern Iowa, Iowa state university, the department of  
15 1 workforce development, and the public employment relations  
15 2 board for the 2006-2007 fiscal year.  
15 3 The bill provides that the goals for the department of  
15 4 economic development shall be to expand and stimulate the  
15 5 state economy, increase the wealth of Iowans, and increase the  
15 6 population of the state.  
15 7 The bill appropriates from loan repayments on loans under  
15 8 the former rural community 2000 program to the department of  
15 9 economic development moneys for providing financial assistance  
15 10 to Iowa's councils of governments that provide technical and  
15 11 planning assistance to local governments and for the rural

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15 12 development program for the purposes of the program including  
15 13 the rural enterprise fund and collaborative skills development  
15 14 training.

15 15 The bill appropriates moneys collected by the division of  
15 16 insurance in excess of the anticipated gross revenues to the  
15 17 department of economic development for purposes of insurance  
15 18 economic development and international insurance economic  
15 19 development.

15 20 The bill appropriates moneys from the Iowa community  
15 21 development loan fund to the department of economic  
15 22 development for purposes of the community development program.

15 23 The bill appropriates moneys from the workforce development  
15 24 fund account to the workforce development fund.

15 25 The bill provides that moneys appropriated or transferred  
15 26 to or receipts credited to the workforce development fund may  
15 27 be used for administration of workforce development  
15 28 activities.

15 29 The bill appropriates moneys from the general fund of the  
15 30 state to the Iowa finance authority for the entrepreneurs with  
15 31 disabilities program.

15 32 The bill provides that all moneys remaining in the job  
15 33 training fund on July 1, 2006, and any moneys appropriated or  
15 34 credited to the fund during the fiscal year beginning July 1,  
15 35 2006, shall be transferred to the workforce development fund.

16 1 The bill requires the state board of regents to submit a  
16 2 report on the progress of regents institutions in meeting the  
16 3 strategic plan for technology transfer and economic  
16 4 development.

16 5 The bill appropriates moneys from the special employment  
16 6 security contingency fund to the department of workforce  
16 7 development for the division of workers' compensation.

16 8 The bill provides that, in addition to other purposes, Iowa  
16 9 state university shall use moneys from the grow Iowa values  
16 10 fund for purposes of developing business succession plans at  
16 11 small business development centers. The bill eliminates a  
16 12 dollar-for-dollar local match requirement for financial  
16 13 assistance for small business development centers and only  
16 14 requires local matching moneys to be obtained. The bill

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16 15 eliminates a limit of \$20,000 for such financial assistance.  
16 16 These provisions take effect upon enactment and apply  
16 17 retroactively to June 9, 2005.  
16 18 The bill provides that a person who earns less than \$10,000  
16 19 annually or who performs work or has work performed on the  
16 20 person's own property is not a contractor for purposes of Code  
16 21 chapter 91C and is exempt from contractor fee requirements.  
16 22 The bill eliminates an appropriation from the general fund  
16 23 of the state to the department of workforce development for FY  
16 24 2006-2007 for workforce development field offices.  
16 25 The bill includes a directive for the departments and  
16 26 independent agencies receiving an appropriation in the bill to  
16 27 review employee policy for daily or short-term travel and to  
16 28 implement policy revisions to maximize cost savings and  
16 29 minimize oil consumption. The directive includes requirements  
16 30 for reporting to the committees on government oversight.  
16 31 The bill allows the office of renewable fuels and  
16 32 coproducts to apply to the department of economic development  
16 33 for moneys in the value-added agricultural products and  
16 34 processes financial assistance fund for deposit in the  
16 35 renewable fuels and coproducts fund.  
17 1 The bill provides that, for the fiscal year beginning July  
17 2 1, 2006, any entity that was specifically identified in 2001  
17 3 Iowa Acts, chapter 188, to receive funding from the department  
17 4 of economic development, excluding any entity identified to  
17 5 receive a direct appropriation beginning July 1, 2006, may  
17 6 apply to the department for assistance through the appropriate  
17 7 program.  
17 8 The bill provides that, in providing moneys from the  
17 9 shelter assistance fund to homeless shelter programs, the  
17 10 department of economic development shall explore the potential  
17 11 of allocating moneys to programs based in part on their  
17 12 ability to move their clients toward self-sufficiency.  
17 13 The bill appropriates moneys from moneys credited to the  
17 14 state by the secretary of the treasury of the United States  
17 15 pursuant to the Social Security Act to the department of  
17 16 workforce development for the administration of the  
17 17 unemployment compensation program only.



PG LN

**House File 2459**

**Explanation**

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17 18 LSB 5191HV 81

17 19 tm:mg/cf/24

# Economic Development

## General Fund

HF 2459	Actual FY 2005 (1)	Estimated FY 2006 (2)	House Approp FY 2007 (3)	House Approp vs Est FY 2006 (4)	Page & Line Number (5)
<b><u>Economic Development, Dept. of</u></b>					
<b>Economic Development, Dept of</b>					
General Administration	\$ 1,956,332	\$ 1,875,845	\$ 1,990,845	\$ 115,000	PG 1 LN 21
Business Development	6,084,500	6,215,394	6,215,394	0	PG 1 LN 35
Community Development	5,505,725	5,654,173	5,654,173	0	PG 3 LN 18
Tourism Operations			250,000	250,000	PG 3 LN 29
World Food Prize	285,000	285,000	285,000	0	PG 4 LN 17
*Endow Iowa Grants		50,000	50,000	0	
<b>Total Economic Development, Dept. of</b>	<b>\$ 13,831,557</b>	<b>\$ 14,080,412</b>	<b>\$ 14,445,412</b>	<b>\$ 365,000</b>	
<b><u>Iowa Finance Authority</u></b>					
Entrepreneurs w/Disability		\$ 200,000	\$ 200,000	\$ 0	PG 6 LN 14
<b><u>Regents, Board of</u></b>					
ISU - Economic Development	\$ 2,363,557	\$ 2,363,557	\$ 2,363,557	\$ 0	PG 6 LN 22
SUI - Economic Development	247,005	247,005	247,005	0	PG 8 LN 2
UNI - Economic Development	361,291	361,291	361,291	0	PG 8 LN 24
<b>Total Regents, Board of</b>	<b>\$ 2,971,853</b>	<b>\$ 2,971,853</b>	<b>\$ 2,971,853</b>	<b>\$ 0</b>	
<b><u>Iowa Workforce Development</u></b>					
General Office Operations	\$ 5,151,919	\$ 5,278,800	\$ 5,278,800	\$ 0	PG 9 LN 17
Workforce Dev. Field Offices	6,525,000	6,856,655	6,856,655	0	PG 9 LN 35
<b>Total Iowa Workforce Development</b>	<b>\$ 11,676,919</b>	<b>\$ 12,135,455</b>	<b>\$ 12,135,455</b>	<b>\$ 0</b>	
<b><u>Public Employment Relations Board</u></b>					
General Office	\$ 923,850	\$ 1,030,607	\$ 1,030,607	\$ 0	PG 11 LN 19
<b>Total Economic Development</b>	<b>\$ 29,404,179</b>	<b>\$ 30,418,327</b>	<b>\$ 30,783,327</b>	<b>\$ 365,000</b>	

\*House File 809 (FY 2006 Economic Development Appropriations Act) made a \$50,000 annual appropriation to the Endow Iowa Grants for FY 2006 through FY 2008.

# Economic Development

## Non General Fund

HF 2459	Actual FY 2005 (1)	Estimated FY 2006 (2)	House Approp FY 2007 (3)	House Approp vs Est FY 2006 (4)	Page & Line Number (5)
<b><u>Economic Development, Dept. of</u></b>					
RC 2000 - Council of Gov.	\$ 150,000	\$ 150,000	\$ 150,000	\$ 0	PG 5 LN 2
RC 2000 - Rural Dev. Prg.	120,000	120,000	120,000	0	PG 5 LN 6
Insurance Division Revenue	100,000	100,000	100,000	0	PG 5 LN 10
Workforce Development Fund	4,000,000	4,000,000	4,000,000	0	PG 5 LN 26
<b>Total Economic Development, Dept. of</b>	<b>\$ 4,370,000</b>	<b>\$ 4,370,000</b>	<b>\$ 4,370,000</b>	<b>\$ 0</b>	
<b><u>Iowa Workforce Development</u></b>					
Workers' Compensation Fees		190,000	190,000	0	PG 10 LN 13
P & I Industrial Programs	\$ 471,000	\$ 471,000	\$ 471,000	\$ 0	PG 11 LN 13
<b>Total Iowa Workforce Development</b>	<b>\$ 471,000</b>	<b>\$ 661,000</b>	<b>\$ 661,000</b>	<b>\$ 0</b>	
<b>Total Economic Development</b>	<b>\$ 4,841,000</b>	<b>\$ 5,031,000</b>	<b>\$ 5,031,000</b>	<b>\$ 0</b>	

# Economic Development

## FTE

HF 2459	Estimated FY 2006 (1)	House Approp FY 2007 (2)	House Approp vs Est FY 2006 (3)	Page & Line Number (4)
<b><u>Economic Development, Dept. of</u></b>				
General Administration	28.75	28.75	0.00	PG 1 LN 21
Business Development	57.00	57.00	0.00	PG 1 LN 35
Community Development	61.26	61.26	0.00	PG 3 LN 18
Tourism/recreation Development	2.25	2.25	0.00	PG 4 LN 25
Workforce Development Fund	4.00	4.00	0.00	PG 5 LN 26
<b>Total Economic Development, Dept. of</b>	<b>153.26</b>	<b>153.26</b>	<b>0.00</b>	
<b><u>Regents, Board of</u></b>				
ISU - Economic Development	56.63	56.63	0.00	PG 6 LN 22
SUI - Economic Development	6.00	6.00	0.00	PG 8 LN 2
UNI - Economic Development	4.75	4.75	0.00	PG 8 LN 24
<b>Total Regents, Board of</b>	<b>67.38</b>	<b>67.38</b>	<b>0.00</b>	
<b><u>Iowa Workforce Development</u></b>				
General Office Operations	86.45	89.45	3.00	PG 9 LN 17
Workforce Dev. Field Offices	86.04	86.04	0.00	PG 9 LN 35
<b>Total Iowa Workforce Development</b>	<b>172.49</b>	<b>175.49</b>	<b>3.00</b>	
<b><u>Public Employment Relations Board</u></b>				
General Office	10.00	10.00	0.00	PG 11 LN 19
<b>Total Economic Development</b>	<b>403.13</b>	<b>406.13</b>	<b>3.00</b>	